GOVERNMENT OF INDIA
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES
LOK SABHA

UNSTARRED QUESTION NO:2327
ANSWERED ON:17.08.2006
INSTRUCTIONS TO PSUS REGARDING PROFIT
Chinta Mohan Dr. ;Singh Shri Rajiv Ranjan (Lalan)

Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:

(a) Whether the Government has issued instructions to the Public Sector Enterprises to earn atleast five percent profit on the investment made therein;

(b) If so, the details thereof; and

(c) The basis for fixing five percent profit?

Answer

THE MINISTER OF HEAVY INDUSTRIES & PUBLIC ENTERPRISES (SHRI SONTOSH MOHAN DEV)

(a) The policy of Government on public sector has been stipulated in the National Common Minimum Programme (NCMP) which advocates a strong and effective public sector whose social objectives are met by its commercial functioning. As commercial entities, Central Public Sector Enterprises (CPSEs) are expected to make profit. However, no such instructions have been issued asking CPSEs to earn a specific level of profit.

(b) & (c) Does not arise.